



STATE OF IOWA

TERRY E. BRANSTAD, GOVERNOR
KIM REYNOLDS, LT. GOVERNOR

DEPARTMENT OF MANAGEMENT
David Roederer, Director

DATE: July 6, 2011

TO: The Honorable Terry E Branstad
The Honorable Kim Reynolds

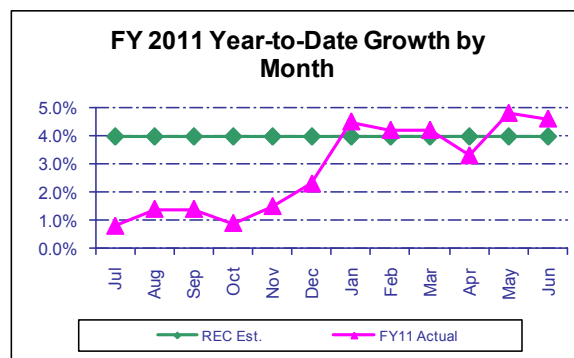
FROM: David Roederer, Director
Department of Management

RE: June 2011 General Fund Receipts

Gross General Fund receipts for June 2011 totaled \$579.4 million, an increase of 2.1 percent over the same period last year. Fiscal year-to-date, gross General Fund receipts totaled \$7,018.5 million, an increase of 4.6 percent over the same period last year. These gross figures for FY2011 are on a cash basis and do not include any adjustments for tax refunds, school infrastructure transfers, or accruals.

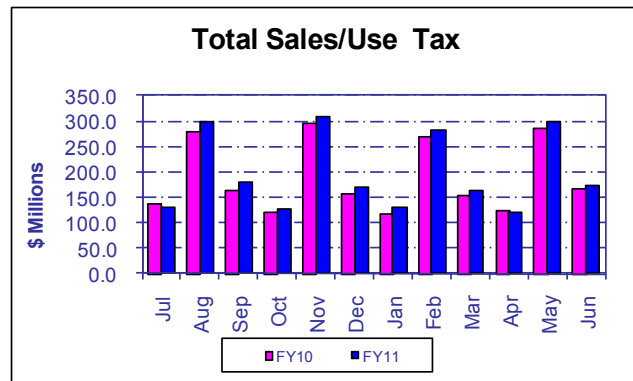
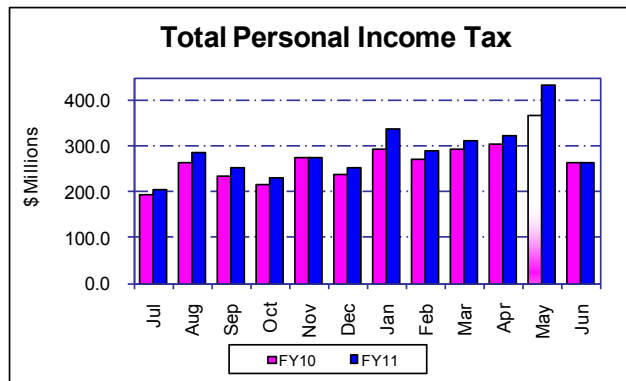
Summary

Year-to-date gross receipts are 4.6 percent higher through June 2011 compared to June 2010. Gross receipts on a cash basis ended the year ahead of the Revenue Estimating Conference estimate of 4.0 percent for the fiscal year. As is shown in a new section dealing with accrual revenues, year-to-date net General Fund receipts are 5.2 percent compared to the REC estimate of 3.9 percent for the fiscal year.



Personal Income Tax

Personal income tax receipts totaled \$263.5 million during June 2011. This is \$0.9 million or 0.3 percent less than the receipts of June 2010. Withholding tax receipts increased \$11.2 million or 5.8 percent compared to last year. Estimated payments increased \$6.4 million compared to last year. Final return payments decreased \$18.5 million compared to June 2010. Fiscal year-to-date, personal income tax receipts totaled \$3,461.7 million, an increase of 7.0 percent. The REC's estimate for personal income tax for Fiscal Year 2011 is a 6.2 percent.

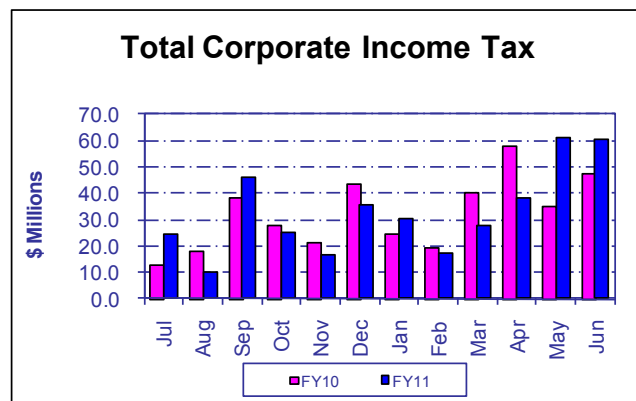


Sales/Use Tax

June sales/use tax receipts totaled \$174.3 million, which represents an increase of \$5.5 million or 3.3 percent over June 2010. Fiscal year-to-date, sales/use tax receipts totaled \$2,381.4 million, an increase of 3.9 percent. The REC's estimate for sales/use tax for Fiscal Year 2011 is a 4.4 percent.

Corporate Income Tax

Corporate income tax receipts during June totaled \$60.8 million, which is \$12.9 million or 26.9 percent more than in June 2010. Fiscal year-to-date, corporate income tax receipts totaled \$394.5 million, an increase of 1.3 percent. The REC's estimate for corporate income tax for Fiscal Year 2011 is -0.8 percent.



Refunds

For the month of June, the Department of Revenue issued \$27.6 million in refunds on a cash basis. This compares to \$31.6 million issued June 2010. For the fiscal year-to-date, total refunds issued on a cash basis were \$810.7 million. This compares to \$839.2 million issued at this time last year.

FY 2011 Year-to-Date Net General Fund Receipts on an Accrual Basis

With twelve months of the fiscal year completed, as can be seen from the chart below, year-to-date net General Fund receipts have increased 5.2 percent which is better than the REC's estimate of 3.9 percent. We will update this table monthly until the State's books are closed at the end of September 2011.

Net General Fund Receipts

Accrual Basis

Through June 30, 2011

	<u>FY10</u>	<u>FY11</u>	<u>Variance</u>	<u>Percent</u>	REC <u>Estimate</u>
Total Gross Receipts	6,273.1	6,557.4	284.3	4.5%	4.0%
Transfers	115.1	62.8	(52.3)	-45.4%	-37.3%
Refunds	(802.3)	(754.3)	48.0	-6.0%	-3.9%
School Infrastructure Transfer	(329.6)	(334.3)	(4.7)	1.4%	6.9%
Net General Fund Revenues	<u>5,256.3</u>	<u>5,531.6</u>	<u>275.3</u>	5.2%	3.9%

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE MONTH ENDING JUNE 30, 2011
(\$ MILLIONS)**

CASH BASIS

	MONTH OF JUNE		FY11 Over (Under) FY10		FY11 Annual Est Percent Of Growth
	FY10	FY11	Dollars	Percent	
Personal Income Tax	\$264.4	\$263.5	(\$0.9)	-0.3%	6.2%
Sales/Use Tax	168.8	174.3	5.5	3.3%	4.4%
Corporate Income Tax	47.9	60.8	12.9	26.9%	-0.8%
Inheritance Tax	6.3	6.4	0.1	1.6%	-8.0%
Insurance Premium Tax	25.6	22.5	(3.1)	100.0%	5.0%
Cigarette Tax	21.9	21.4	(0.5)	-2.3%	-1.8%
Tobacco Tax	2.0	2.5	0.5	25.0%	6.5%
Beer Tax	1.3	1.3	0.0	0.0%	-0.7%
Franchise Tax	5.3	4.3	(1.0)	-18.9%	16.5%
Miscellaneous Tax	0.1	0.1	0.0	-100.0%	-350.0%
Total Special Taxes	\$543.6	\$557.1	\$13.5	2.5%	4.7%
Institutional Payments	0.8	1.4	0.6	75.0%	0.7%
Liquor Transfers:	5.8	7.5	1.7	29.3%	4.1%
Interest	0.1	0.2	0.1	100.0%	-50.0%
Fees	3.1	0.4	(2.7)	-87.1%	-45.6%
Judicial Revenue	11.5	9.8	(1.7)	-14.8%	-6.4%
Miscellaneous Receipts	2.6	3.0	0.4	15.4%	-20.1%
Racing and Gaming	0.0	0.0	0.0	100.0%	0.0%
Total Receipts	\$567.5	\$579.4	\$11.9	2.1%	4.0%
Transfers	\$70.7	\$8.8	(\$61.9)		
Total Rcpts & Transfers	\$638.2	\$588.2	(\$50.0)		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$30.9)	(\$30.5)	\$0.4		
Refunds	(31.6)	(27.6)	\$4.0		
Total Reductions in GF Receipts	(\$62.5)	(\$58.1)	\$4.4		

Iowa Department of Management
July 6, 2011

**STATE OF IOWA
GENERAL FUND RECEIPTS STATEMENT
FOR THE TWELVE MONTHS ENDING JUNE 30, 2011
(\$ MILLIONS)**

CASH BASIS

	TWELVE MONTHS THROUGH JUNE		FY11 Over (Under) FY10		FY11 Annual Est Percent Of Growth
	FY10	FY11	Dollars	Percent	
Personal Income Tax	\$3,235.9	\$3,461.7	\$225.8	7.0%	6.2%
Sales/Use Tax	2,293.1	2,381.4	88.3	3.9%	4.4%
Corporate Income Tax	389.3	394.5	5.2	1.3%	-0.8%
Inheritance Tax	67.4	66.4	(1.0)	-1.5%	-8.0%
Insurance Premium Tax	88.6	97.1	8.5	9.6%	5.0%
Cigarette Tax	206.1	200.1	(6.0)	-2.9%	-1.8%
Tobacco Tax	26.0	27.2	1.2	4.6%	6.5%
Beer Tax	14.4	14.3	(0.1)	-0.7%	-0.7%
Franchise Tax	31.6	36.3	4.7	14.9%	16.5%
Miscellaneous Tax	(0.4)	1.1	1.5	375.0%	-350.0%
Total Special Taxes	\$6,352.0	\$6,680.1	\$328.1	5.2%	4.7%
Institutional Payments	14.8	10.0	(4.8)	-32.4%	0.7%
Liquor Transfers:	80.3	89.3	9.0	11.2%	4.1%
Interest	4.0	3.0	(1.0)	-25.0%	-50.0%
Fees	47.8	30.1	(17.7)	-37.0%	-45.6%
Judicial Revenue	108.6	101.6	(7.0)	-6.4%	-6.4%
Miscellaneous Receipts	37.8	38.4	0.6	1.6%	-20.1%
Racing and Gaming	66.0	66.0	0.0	0.0%	0.0%
Total Receipts	\$6,711.3	\$7,018.5	\$307.2	4.6%	4.0%
Transfers	\$206.1	\$86.5	(\$119.6)		
Total Rcpts & Transfers	\$6,917.4	\$7,105.0	\$187.6		
Reductions in General Fund Receipts					
School Infrastructure Transfer	(\$368.1)	(\$374.0)	(\$5.9)		
Refunds	(839.2)	(810.7)	28.5		
Total Reductions in GF Receipts	(\$1,207.3)	(\$1,184.7)	\$22.6		

Iowa Department of Management
July 6, 2011